

COMPANY INFORMATION

RECEIVED

APR 19 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02369a
Walden Meadows Community Co-op
9325 Donegal Drive
Wilhoit, AZ 86332

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

COMPANY INFORMATION

Company Name (Business Name) <u>Walden Meadows Comm Co-op</u>			
Mailing Address <u>9325 Donegal Drive</u>			
<u>Kirkland</u> (City)	<u>(Wilhoit)</u> (Street)	<u>Arizona</u> (State)	<u>86332</u> (Zip)
<u>928-442-3473</u> Telephone No. (Include Area Code)	<u>928-442-2463</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>9325 Donegal Drive</u>			
<u>Kirkland</u> (City)	<u>(Wilhoit)</u> (Street)	<u>Arizona</u> (State)	<u>86332</u> (Zip)
<u>928-442-3473</u> Local Office Telephone No. (Include Area Code)	<u>928-442-2463</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>Samuel C. DuBois</u> <u>President</u>			
 (Name) (Title)			
<u>7195 Wexford Dr</u> <u>Kirkland (Wilhoit)</u> <u>AZ</u> <u>86332</u>			
 (Street) (City) (State) (Zip)			
<u>928-442-9593</u> Telephone No. (Include Area Code)	<u>928-442-9593</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>S1Pilot@aol.com</u>			
On Site Manager: <u>Samuel C. DuBois</u>			
 (Name)			
<u>7195 Wexford Dr.</u> <u>Kirkland (Wilhoit)</u> <u>AZ</u> <u>86332</u>			
 (Street) (City) (State) (Zip)			
<u>928-442-9593</u> Telephone No. (Include Area Code)	<u>928-442-9593</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>S1Pilot@aol.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: NONE

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) NOT FOR PROFIT

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	7,359		7,359
304	Structures and Improvements	104,207	79,315	24,892
307	Wells and Springs	77,527	68,476	9,051
311	Pumping Equipment	123,573	66,619	56,954
320	Water Treatment Equipment			0
330	Distribution Reservoirs and Standpipes	97,800	97,800	0
331	Transmission and Distribution Mains	233,753	143,800	89,953
333	Services	20,926	6,480	14,446
334	Meters and Meter Installations	9,594	8,662	932
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	10,918	9,705	1,213
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	3,906	1,481	2,425
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	689,563	482,338	307,225

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME WALDEN MEADOWS COMMUNITY COOP

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	7,359	0	0
304	Structures and Improvements	104,207	2.56	2672.04
307	Wells and Springs	77,527	3.33	2583.96
311	Pumping Equipment	123,573	6.36	7858.70
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	97,800		2426.00
331	Transmission and Distribution Mains	233,753	3.43	8028.11
333	Services	20,926	3.69	773.04
334	Meters and Meter Installations	9,594	9.88	948.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	10,918	.79	86.68
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	3,906	6.26	244.75
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	689,563		25,621.28

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 16,546.78	\$ 56,427.17
134	Working Funds	0.00	480.08
135	Temporary Cash Investments		
141	Customer Accounts Receivable	<3,060.00>	2,482.40
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 13,486.78	\$ 59,389.65
	FIXED ASSETS		
101	Utility Plant in Service	\$ 585,178.00	\$ 689,565.40
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<448,388.00>	<482,339.85>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 136,790.00	\$ 207,225.56
	TOTAL ASSETS	\$ 150,276.78	\$ 266,615.21

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2292.00	2,400.00
236	Accrued Taxes	489.00	1,227.12
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	261.00	12,039.14
	TOTAL CURRENT LIABILITIES	\$ 3042.00	\$ 15,666.26
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 71,128.00	\$ 67,517.76
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 74,170.00	\$ 83,184.02
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	110,590.00	110,589.91
215	Retained Earnings	(3875.00)	72,841.28 *
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 106,715.00	\$ 183,431.19
	TOTAL LIABILITIES AND CAPITAL	\$ 180,885.00	\$ 266,615.21

* PRIOR YEARS RETAINED EARNINGS 34,685.48
 PLUS 2003 NET INCOME 38,155.80

\$ 72,841.28 * 7

— ALSO SEE ENCLOSED
 PAGE 7(A) PRIOR PERIOD ADJUSTMENTS

TO: Utilities Division, Arizona Corporation Commission

FROM: **WALDEN MEADOWS COMMUNITY CO-OP**
JOY GARSO, ACCOUNTANT

RE: NOTES TO UTILITIES DIVISION ANNUAL REPORT
FOR CALENDAR YEAR ENDING DECEMBER 31, 2003

To Whom It May Concern:

In the course of preparing the annual report for my client, Walden Meadows Community Co-op I made the following prior year adjustments to their financial statements and fixed assets information.

		<u>Debit</u>	<u>Credit</u>
12/31/01	Transmission and Distribution Mains	\$24,992.78	
	Repairs and Maintenance		\$24,992.78

Re-class main line extension costs from expense account to fixed assets.

12/31/02	Transmission and Distribution Mains	\$21,530.94	
	Repairs and Maintenance		\$21,430.94

Re-class main line extension costs from expense account to fixed assets.

Note that Depreciation Expense reported for 2003 includes depreciation for 2001 and 2002 on the above fixed assets.

12/31/02	Accounts Receivable	\$ 5,292.72	
	Metered Water Revenue		\$ 5,292.72

Post water revenues previously unrecorded and adjust accounts receivable to actual.

Please feel free to contact me or my client, Walden Meadows Community Co-op if you have any questions about these adjustments.

Joy Garso
Management, Administrative and Accounting Services
928-777-8372

7(A)

COMPANY NAME WALDEN MEADOW COMMUNITY CO-OP

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 132,206.00	\$ 124,677.74
460	Unmetered Water Revenue		
474	Other Water Revenues	1,312.00	16,572.69
	TOTAL REVENUES	\$ 133,518.00	\$ 141,252.43
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 27,141.00	\$ 22,504.53
610	Purchased Water		
615	Purchased Power	19,408.00	15,508.18
618	Chemicals		
620	Repairs and Maintenance	35,430.00	6548.74
621	Office Supplies and Expense	5,297.00	4278.28
630	Outside Services	1,035.00	2786.55
635	Water Testing	1,686.00	1510.57
641	Rents	6,765.00	
650	Transportation Expenses	7,043.00	3833.05
657	Insurance - General Liability	5,157.00	6542.94
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	22,774.00	4,075.31
403	Depreciation Expense	21,463.00	25,621.28
408	Taxes Other Than Income	335.00	2,015.51
408.11	Property Taxes	7,074.00	4,990.30
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 160,608.00	\$ 100,275.34
	OPERATING INCOME/(LOSS)	\$ 27,090.00	\$ 40,977.09
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 198.00	\$ 224.48
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	3,573.00	3,045.77
	TOTAL OTHER INCOME/(EXPENSE)	\$ 3,375.00	\$ 2,821.29
	NET INCOME/(LOSS)	\$ 30,465.00	\$ 38,155.80

COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1981			
Source of Loan	GMAC Water Plant			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 105,000. ⁰⁰	\$	\$	\$
Amount Outstanding	\$ 67,517.76	\$	\$	\$
Date of Maturity	10-14-2021			
Interest Rate	5 %	%	%	%
Current Year Interest	\$ 3,045.77	\$	\$	\$
Current Year Principle	\$ 3,610.23	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
502258	40	73				

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2	8	
10	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000 G.	1	120	3
30,000 G.	1		
175,000 G.	1		

COMPANY NAME WALDEN MEADOWS COMMUNITY COOP

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	2,056
3		
4	PVC	7,696
5		
6	PVC	5,808
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	222
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

OFFICE BUILDING, PUMP HOUSES

OTHER:

DELIVERY TRUCK

COMPANY NAME: Walden Meadows Community Co-op

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	208	1,382,049	1520000
FEBRUARY	204	1,161,047	1376000
MARCH	205	1,023,046	
APRIL	220	1,397,057	
MAY	211	2,243,563	
* JUNE (Mar, Apr, May, June)	219	2,425,076	7417999
JULY	255	2,362,173	2433000
AUGUST	253	1,897,067	2022000
SEPTEMBER	254	1,695,061	1810999
OCTOBER	256	1,656,133	1684130
NOVEMBER	262	1,268,995	1272600
DECEMBER	255	1,164,055	1166190
TOTAL		N/A	

* March, April and May readings were wrong; therefore a total was used instead of the individual readings.

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 0.3 mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME WALDEN MEADOWS YEAR ENDING 12/31/2003
COMMUNITY CO-OP

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 4990.38

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME WALDEN MEADOWS

YEAR ENDING 12/31/2003

COMMUNITY CO-OP
INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

State Taxable Income Reported
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

THIS UTILITY FILES FORM 990
RETURN OF ORGANIZATION
EXEMPT FROM INCOME TAX

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

RECEIVED

APR 19 2004

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE	SAM DUBOIS, PRESIDENT
COMPANY NAME	WALDEN MEADOWS COMMUNITY CO-OP

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 141,252.43

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 7242.13
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)

Samuel C. DuBois
SIGNATURE OF OWNER OR OFFICIAL
928-442-3473
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



Notary Public State of Arizona

Yavapai County

Joyce White

EXPIRES September 10, 2004

DAY OF

COUNTY NAME	Yavapai
MONTH	April
YEAR	2004

MY COMMISSION EXPIRES

Sept. 10, 2004

Joyce White
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 19 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) YAVAPAI	
NAME (OWNER OR OFFICIAL) SAM DUBOIS	TITLE PRESIDENT
COMPANY NAME WALDEN MEADOWS COMMUNITY CO-OP	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2003
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 141,252.43

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Samuel C. Dubois
SIGNATURE OF OWNER OR OFFICIAL

928-442-3473

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14
Notary Public State of Arizona

DAY OF



(SEAL)

Yavapai County
Joyce White
Expires September 10, 2004

MY COMMISSION EXPIRES

Sept. 10, 2004

NOTARY PUBLIC NAME <u>Joyce White</u>	
COUNTY NAME <u>Yavapai</u>	
MONTH <u>April</u>	YEAR <u>2004</u>

X Joyce White
SIGNATURE OF NOTARY PUBLIC